Exhibit "B"
Request for Surface Commingling
Hawk B-1 Lease
Normal Well List

### NORMAL LEASE WELLS (COMMON INTEREST OWNERSHIP)

|                           |              | Desertion   | Current                  |           | Current   | Current |       |           | Date<br>Surface |             |           | NSL             |                                     |
|---------------------------|--------------|-------------|--------------------------|-----------|-----------|---------|-------|-----------|-----------------|-------------|-----------|-----------------|-------------------------------------|
|                           | 4.01         | Proration   | Producing                | D I O I   | Producing | Daily   | Daily | NOLO      | ,,,-,-          | 14/1        | NDI       |                 | Links NCL Order                     |
| Well Name                 | API          | Unit Letter | Reservoir                | Pool Code | Status    | BBLS    | MCF   | NGLS      | Commingled      | WI          | NRI       | Order No.       | Link to NSL Order                   |
|                           | 00 005 0000  |             |                          | 00004     | D         | 0       | 407   | 0 4-4-1   | 4055            | 75 00000/ ( | 25 00500/ | NI/A            |                                     |
| Hawk Federal B-1 #6       | 30-025-09907 |             | Hare; San Andres, East   | 96601     | Producing | 2       | 107   | See total | 1955            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #12      | 30-025-06435 |             | Penrose Skelly; Grayburg | 50350     | Producing | 6       | 77    | See total | 1952            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #18      | 30-025-35795 |             | Penrose Skelly; Grayburg | 50350     | Producing | 1       | 49    | See total | 2002            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #19      | 30-025-35796 |             | Penrose Skelly; Grayburg | 50350     | Producing | 2       | 40    | See total | 2002            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #20      | 30-025-35876 |             | Penrose Skelly; Grayburg | 50350     | Producing | 4       | 22    | See total | 2002            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #21      | 30-025-35877 | Sec 8: I    | Penrose Skelly; Grayburg | 50350     | Producing | 1       | 40    | See total | 2002            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #22      | 30-025-35878 | Sec 8: J    | Penrose Skelly; Grayburg | 50350     | Producing | 1       | 108   | See total | 2002            | 75.0000% 6  |           | N/A             |                                     |
| Hawk Federal B-1 #23      | 30-025-35879 | Sec 9: C    | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 43    | See total | 2002            | 75.0000% 6  | 55.6250%  | N/A             |                                     |
| Hawk Federal B-1 #24      | 30-025-35797 | Sec 9: F    | Penrose Skelly; Grayburg | 50350     | Producing | 6       | 71    | See total | 2002            | 75.0000% 6  | 55.6250%  | N/A             |                                     |
| Hawk Federal B-1 #25      | 30-025-35798 | Sec 9: J    | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 57    | See total | 2002            | 75.0000% 6  | 65.6250%  | N/A             |                                     |
| Hawk Federal B-1 #26      | 30-025-35799 | Sec 9: K    | Penrose Skelly; Grayburg | 50350     | Producing | 2       | 49    | See total | 2002            | 75.0000% 6  | 65.6250%  | N/A             |                                     |
| Hawk Federal B-1 #27      | 30-025-35806 | Sec 9: P    | Penrose Skelly; Grayburg | 50350     | Producing | 1       | 69    | See total | 2002            | 75.0000% 6  | 55.6250%  | N/A             |                                     |
| Hawk Federal B-1 #28      | 30-025-35880 | Sec 9:O     | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 74    | See total | 2002            | 75.0000% 6  | 65.6250%  | N/A             |                                     |
| Hawk Federal B-1 #29      | 30-025-35807 | Sec 8: K    | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 76    | See total | 2002            | 75.0000% 6  | 35.6250%  | N/A             |                                     |
| Hawk Federal B-1 #30      | 30-025-35881 |             | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 52    | See total | 2002            | 75.0000% 6  | 55.6250%  | N/A             |                                     |
| Hawk Federal B-1 #31      | 30-025-35882 |             | Penrose Skelly: Grayburg | 50350     | Producing | 1       | 31    | See total | 2002            | 75.0000% 6  | 65.6250%  | N/A             |                                     |
| Hawk Federal B-1 #32      | 30-025-36158 |             | Penrose Skelly; Grayburg | 50350     | Producing | 4       | 39    | See total | 2003            | 75.0000% 6  | 65.6250%  | NSL-4840 (SD)   | NSL ORDER HAWK B-1 #32 GRAYBURG     |
| Hawk Federal B-1 #36      | 30-025-36530 |             | Penrose Skelly: Grayburg | 50350     | Producing | 3       | 51    | See total | 2004            | 75.0000% 6  | 65.6250%  | NSL-4955 (SD)   | NSL ORDER HAWK B-1 #36 GRAYBURG     |
| Hawk Federal B-1 #36      | 30-025-36530 |             | Hare; San Andres, East   | 96601     | Producing | 1       | 65    | See total | 2010            | 75.0000% 6  | 65.6250%  | NSL-4955-B (SD) | NSL ORDER HAWK B-1 #36 SAN ANDRES   |
| Hamilt Gaeral D. 11100    | 00 020 00000 |             |                          |           |           |         |       |           |                 |             |           | DHC-4234        | DHC ORDER HAWK B-1 #36              |
| Hawk Federal B-1 #38      | 30-025-36531 | Sec 9: O    | Penrose Skelly: Grayburg | 50350     | Producing | 1       | 70    | See total | 2004            | 75.0000% 6  | 55.6250%  | NSL-4959 (SD)   | NSL ORDER HAWK B-1 #38 GRAYBURG     |
| Hawk Federal B-1 #39      | 30-025-36532 | Sec 8: P    | Penrose Skelly: Grayburg | 50350     | Producing | 1       | 59    | See total | 2004            | 75.0000% 6  | 55.6250%  | NSL-4954 (SD)   | NSL ORDER HAWK B-1 #39 GRAYBURG     |
| Hawk Federal B-1 #40      | 30-025-36533 |             | Penrose Skelly; Grayburg | 50350     | Producing | 2       | 63    | See total | 2004            | 75.0000% 6  | 65.6250%  | NSL-4956 (SD)   | NSL ORDER HAWK B-1 #40 GRAYBURG     |
| Tidwik Todordi D Tillio   | 00 020 00000 | 0000        | · cccc cc,, c.c.,cg      |           |           | _       |       |           |                 |             |           |                 | NSL ORDER HAWK B-1 #40 CORRECTION   |
| Hawk Federal B-1 #40      | 30-025-36533 | Sec 9: M    | Hare; San Andres, East   | 96601     | Producing | 2       | 63    | See total | 2010            | 75.0000% 6  | 65.6250%  | NSL-4956-A (SD) | NSL ORDER HAWK B-1 #40 SAN ANDRES   |
| Travit i Gaordi D T ii To | 00 020 00000 | 000 0       | ,,                       |           |           | _       |       |           |                 | ,           |           | DHC-4231        | DHC ORDER HAWK B-1 #40              |
| Hawk Federal B-1 #50      | 30-025-38014 | Sec 8: I    | Penrose Skelly; Grayburg | 50350     | Producing | 8       | 34    | See total | 2006            | 75.0000% 6  | 55.6250%  | N/A             |                                     |
| Hawk Federal B-1 #51      | 30-025-37997 |             | Penrose Skelly: Grayburg | 50350     | Producing | 4       | 72    | See total | 2006            | 75.0000% 6  | 65.6250%  | NSL-5387 (SD)   | NSL ORDER HAWK B-1 #51 GRAYBURG     |
| Tidwik Todordi D Tirot    | 00 020 07007 | 0000.11     | . cccc cc,, c.a.,cag     |           |           |         |       |           |                 |             |           |                 | NSL ORDER HAWK B-1 #51 CORRECTION   |
| Hawk Federal B-1 #52      | 30-025-37998 | Sec 9: P    | Penrose Skelly; Grayburg | 50350     | Producing | 2       | 26    | See total | 2006            | 75.0000% 6  | 65.6250%  | NSL-4955-C (SD) | NSL ORDER HAWK B-1 #52              |
| 14.11 1 000101 5 1 #02    | 00 020 0,000 | 2300.1      | . csoc c, c.ayburg       | 00000     |           | _       |       |           |                 |             |           | (00)            | NSL ORDER HAWK B-1 #52 CORRECTION 1 |
|                           |              |             |                          |           |           |         |       |           |                 |             |           |                 | NSL ORDER HAWK B-1 #52 CORRECTION 2 |
| Hawk Federal B-1 #68      | 30-025-38959 | Sec 9: P    | Penrose Skelly; Grayburg | 50350     | Producing | 3       | 52    | See total | 2008            | 75.0000% 6  | 65.6250%  | N/A             | 7 , 3                               |

132 Total Current Daily NGLs from Normal Wells

### Hawk B-1 #32



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Governor
Joanna Prukop
Cabinet Secretary

February 11, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Apache Corporation c/o W. Thomas Kellahin P. O. Box 2265 Santa Fe, New Mexico 87504

Telefax No. (505) 982-2047

Administrative Order NSL-4840 (SD)

Dear Mr. Kellahin:

Reference is made to the following: (i) your application (application reference No. pKRV0-302327919) dated January 21, 2003 on behalf of the operator Apache Corporation; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the NE/4 SE/4 (Unit I) of Section 8, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 21 (API No. 30-025-35877) located at a standard oil well location 1980 feet from the South line and 865 feet from the East line of Section 8.

It is our understanding that the SE/4 of Section 8 is a single federal lease (U. S. Government lease No. NM-90161) with common mineral interest in which Apache Corporation is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract within the Grayburg interval.

It is further understood that such unorthodox location is necessitated for geologic and engineering reasons in that this location is approximately equidistance to other offsetting Penrose Skelly (Grayburg) oil producers within the SE/4 of Section 8. The proposed infill oil well location will enable Apache Corporation to further develop and deplete the Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox "infill" oil well location within the NE/4 SE/4 (Unit I) of Section 8 is hereby approved:

Administrative Order NSL-4840 (SD) Apache Corporation February 11, 2003 Page 2

### Hawk "B-1" Well No. 32 1365' FSL & 1310' FEL

Further, both the existing Hawk "B-1" Well No. 21 and the proposed Hawk "B-1" Well No. 32 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs U. S. Bureau of Land Management - Carlsbad

## Hawk B-1 #36 (Errayburg)



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

October 31, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4955 (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pMESO-328843404) dated October 28, 2003 on behalf of the operator Apache Corporation; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) of Section 9, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 27 (API No. 30-025-35806) located at a standard oil well location 830 feet from the South line and 900 feet from the East line of Section 9.

It is our understanding that the E/2 SW/4 and the SE/4 of Section 8 and the E/2 NW/4 and the S/2 of Section 9, both in Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, comprise a single federal lease (U. S. Government lease No. NM-90161) with common mineral interest in which Apache Corporation is the leasehold operator, therefore, there are no adversely effected offsets to the subject 40-acre tract within the Grayburg interval.

It is further understood that such unorthodox location is necessitated for geologic and engineering reasons in that this location is approximately equidistance to other offsetting Penrose Skelly (Grayburg) oil producers within this Federal lease. The proposed infill oil well location will enable Apache Corporation to further develop and deplete the Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox "infill" oil well location within the SE/4 SE/4 (Unit P) of Section 9 is hereby approved:

Hawk "B-1" Well No. 36 1310' FS & EL. Further, both the existing Hawk "B-1" Well No. 27 and the proposed Hawk "B-1" Well No. 36 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery Director

LW/mes

New Mexico Oil Conservation Division - Hobbs cc:

U. S. Bureau of Land Management - Carlsbad

## Hawk B-1 #36 (San Andres) NSL-4955-ALSO



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

March 29, 2005

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4955-B (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your two applications, which were consolidated into one (administrative application reference No. pMESO-508738512), filed on behalf of the operator, Apache Corporation ("Apache"), and submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe on February 21, 2005; and (ii) the Division's records in Santa Fe, including the files on Division Administrative Orders NSL-4955 (SD) and NSL-4955-A (SD) and in Division Case No. 13256, resulting in the issuance of Order No. R-12190 on August 12, 2004: all concerning Apache's request to include the East Hare-San Andres Pool (96601) within the provisions of two previously issued Division administrative orders authorizing unorthodox oil well locations within the SE/4 SE/4 (Unit P) of Section 9, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

Division Administrative Order NSL-4955 (SD), dated October 31, 2003, approved Apache's application for its Hawk "B-1" Well No. 36 (API No. 30-025-36530) to be drilled and completed as an infill oil well location within the SE/4 SE/4 of Section 9 in the Penrose Skelly (Grayburg) Pool (50350) at an unorthodox location 1310 feet from the South and East lines of Section 9.

By Division Administrative Order NSL-4955-A (SD), dated March 26, 2004, Apache received approval for its Hawk "B-1" Well No. 35 (API No. 30-025-36662) to also be drilled and completed at an unorthodox Grayburg infill oil well location 160 feet from the South line and 1310 feet from the East line of Section 9. Division Administrative Order NSL-4955-A (SD) also contained provisions for the distribution of proceeds attributed to Penrose Skelly (Grayburg) oil production from the Hawk "B-1" Well No. 35 to be allocated in the following manner:

(a) 56.56% to be attributed to the subject Hawk "B-1" federal lease (U. S. government lease No. NM-90161) comprising the 958.25-acre area in Lea County, New Mexico comprising the SW/4 NE/4 and NW/4 SW/4 of Section 13, Township 20 South, Range 37 East, NMPM; Lot 1 of Section 30, Township 20 South, Range 38 East, NMPM; and Lots 3 and 6 of Section 4, the NE/4 SE/4 and S/2 SE/4 of Section 6; the E/2 SW/4 and SE/4 of Section 8; and the E/2 NW/4 and S/2 of Section 9, all in Township 21 South, Range 37 East, NMPM; and

(b) 43.44% to be attributed to Chevron U.S.A., Inc.'s ("Chevron") offsetting Harry Leonard NCT-E state lease (State lease No. B-1732-1) comprising the NE/4 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

Your consolidated application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the two above-described Hawk "B-1" Wells No. 35 and 36 also located at unorthodox oil well locations within East Hare-San Andres Pool are hereby approved.

For the Division's production reporting, prorationing, and well spacing purposes, San Andres oil production from both wells are to be simultaneously dedicated to the SE/4 SE/4 (Unit P) of Section 9, being a standard 40-acre oil spacing and proration unit in the East Hare-San Andres Pool.

HOWEVER, the distribution of proceeds from East Hare-San Andres oil production from Apache's above-described Hawk "B-1" Well No. 35 are also to be allocated in the following manner:

- (a) 42.47% attributed to the Apache operated Hawk "B-1" federal lease (U. S. Government lease No. NM-90161); and
- (b) 57.53% attributed to Chevron's Harry Leonard NCT-E state lease (State lease No. B-1732-1).

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MES/ms

cc: New Mexico Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe

U. S. Bureau of Land Management - Roswell

Files: NSL-4955 (SD)

NSL-4955-A (SD)



#### **Bill Richardson**

Governor

Joanna Prukop Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4234

Order Date: 11/23/2009

Application Reference Number: pTGW0930356718

APACHE CORP 6120 S. YALE, SUITE 1500 TULSA, OK 74136

Attention: Amber Cooke

HAWK B 1 Well No. 036 API No: 30-025-36530

Unit P, Section 9, Township 21 South, Range 37 East, NMPM

Lea County, New Mexico

Pool: Names: HARE; SAN ANDRES, EAST

Oil 96601

PENROSE SKELLY; GRAYBURG

Oil 50350

Reference is made to your recent application for an exception to Rule 12.9A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 12.11A., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable and allocation of production from the well shall be as follows:

| HARE;SAN ANDRES, EAST Pool    | Pct Gas: 56 | Pct Oil: 25 |
|-------------------------------|-------------|-------------|
| PENROSE SKELLY; GRAYBURG Pool | Pct Gas: 44 | Pct Oil: 75 |

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



Administrative Order DHC-4234 APACHE CORP 11/23/2009 Page 2 of 2

Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division – Hobbs

Bureau of Land Management - Carlsbad

## Hawk B-1 #38



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cablnet Secretary

November 7, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4959 (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pMESO-331137733) dated November 1, 2003 on behalf of the operator Apache Corporation; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SW/4 SE/4 (Unit O) of Section 9, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 28 (API No. 30-025-35880) located at a standard oil well location 420 feet from the South line and 1980 feet from the East line of Section 9.

It is our understanding that the E/2 SW/4 and the SE/4 of Section 8 and the E/2 NW/4 and the S/2 of Section 9, both in Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, comprise a single federal lease (U. S. Government lease No. NM-90161) with common mineral interest in which Apache Corporation is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract within the Grayburg interval.

It is further understood that such unorthodox location is necessitated for geologic and engineering reasons in that this location is approximately equidistance to other offsetting Penrose Skelly (Grayburg) oil producers within this Federal lease. The proposed infill oil well location will enable Apache Corporation to further develop and deplete the Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox "infill" oil well location within the SW/4 SE/4 (Unit O) of Section 9 is hereby approved:

Hawk "B-1" Well No. 38 1080' FSL & 2551' FEL. Further, both the existing Hawk "B-1" Well No. 28 and the proposed Hawk "B-1" Well No. 38 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery

Director

LW/mes

cc: New Mexico Oil Conservation Division - Hobbs U. S. Bureau of Land Management - Carlsbad

## Hawk B-1 #39



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

October 31, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4954 (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pMES0-330440288) dated October 29, 2003 on behalf of the operator Apache Corporation; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) of Section 8, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 18 (API No. 30-025-35795) located at a standard oil well location 760 feet from the South line and 840 feet from the East line of Section 8.

It is our understanding that the E/2 SW/4 and the SE/4 of Section 8 and the E/2 NW/4 and the S/2 of Section 9, both in Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, comprise a single federal lease (U. S. Government lease No. NM-90161) with common mineral interest in which Apache Corporation is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract within the Grayburg interval.

It is further understood that such unorthodox location is necessitated for geologic and engineering reasons in that this location is approximately equidistance to other offsetting Penrose Skelly (Grayburg) oil producers within this Federal lease. The proposed infill oil well location will enable Apache Corporation to further develop and deplete the Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox "infill" oil well location within the SE/4 SE/4 (Unit P) of Section 8 is hereby approved:

Hawk "B-1" Well No. 39 1200' FSL & 80' FEL. Further, both the existing Hawk "B-1" Well No. 18 and the proposed Hawk "B-1" Well No. 39 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery Director

LW/mes

New Mexico Oil Conservation Division - Hobbs U. S. Bureau of Land Management - Carlsbad



## Hawk B-1#40 (Grayburg) NEW MEXICO ENERGY, MINERALS and

## NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary

October 31, 2003

Lori Wrotenbery Director Oil Conservation Division

**Apache Corporation** James Bruce c/o P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4956 (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pMES0-328843241) dated September 28, 2003 on behalf of the operator Apache Corporation; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for an unorthodox "infill" oil well location within an existing standard 40acre oil spacing and proration unit comprising the SW/4 SW/4 (Unit M) of Section 9, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 19 (API No. 30-025-35796) located at a standard oil well location 660 feet from the South line and 425 feet from the West line of Section 9.

It is our understanding that the E/2 SW/4 and the SE/4 of Section 8 and the E/2 NW/4 and the S/2 of Section 9, both in Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, comprise a single federal lease (U. S. Government lease No. NM-90161) with common mineral interest in which Apache Corporation is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract within the Grayburg interval.

It is further understood that such unorthodox location is necessitated for geologic and engineering reasons in that this location is approximately equidistance to other offsetting Penrose Skelly (Grayburg) oil producers within this Federal lease. The proposed infill oil well location will enable Apache Corporation to further develop and deplete the Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox "infill" oil well location within the SW/4 SW/4 (Unit M) of Section 9 is hereby approved:

> Hawk "B-1" Well No. 40 1310' FSL & 1280'/FEL.

Further, both the existing Hawk "B-1" Well No. 19 and the proposed Hawk "B-1" Well No. 40 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery

Director

LW/mes

cc: New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad



# Hawk B-1 #40 (correction of Legal Description) NEW MEXICO ENERGY, MINERALS and

## NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON** 

Governor Joanna Prukop Cabinet Secretary March 1, 2004

Lori Wrotenbery Director Oil Conservation Division

**Apache Corporation James Bruce** P. O. Box 1056 Santa Fe. New Mexico 87504

> CORRECTED Administrative Order NSL-4956 (SD)

Dear Mr. Bruce:

Due to inadvertence, the description of Apache Corporation's unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SW/4 SW/4 (Unit M) of Section 9, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, for its proposed Hawk "B-1" Well No. 40, approved by Division Administrative Order NSL-4956 (SD), dated October 31, 2003, is incorrect and shall therefore be amended as follows:

> "Hawk "B-1" Well No. 40 1310' FSL & 1280' FWL (API No. 30-025-36533)."

The corrections set forth in this order shall be entered retroactively as of October 31, 2003; all other provisions of Division Administrative Order NSL-4956 (SD) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Lori Wrotenbery

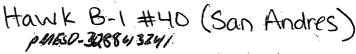
Director

LW/mes

New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

File: NSL-4956 (SD)





# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON** 

Governor

Joanna Prukop
Cabinet Secretary

March 29, 2005

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4956-A

Dear Mr. Bruce:

Reference is made to the following: (1) your application (administrative application reference No. pMES0-508739669) on behalf of the operator, Apache Corporation ("Apache"), submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe on February 21, 2005; and (ii) the Division's records in Santa Fe, including the files on Division Administrative Order NSL-4956 (SD) and in Division Case No. 13256, resulting in the issuance of Order No. R-12190 on August 12, 2004: all concerning Apache Corporation's request to include the San Andres formation within the well bore of its existing Hawk "B-1" Well No. 40 (API No. 30-025-36533), located at an unorthodox oil well location 1310 feet from the South line and 1280 feet from the West line (Unit M) of Section 9, Township 21 South, Range 37 East, NMPM, East Hare-San Andres Pool (96601); Lea County, New Mexico.

Your application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By Division Administrative Order NSL-4956 (SD), dated October 31, 2003, as administratively corrected by order dated March 1, 2004, Apache received authorization to drill and complete its Hawk "B-1" Well No. 40 at the above-described unorthodox infill oil well location within an existing 40-acre oil spacing and proration unit in the Penrose Skelly (Grayburg) Pool (50350) comprising the SW/4 SW/4 (Unit M) of Section 9.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described Hawk "B-1" Well No. 40, being the initial well within the same standard 40-acre tract being a standard oil spacing and proration unit in the East Hare-San Andres Pool, also located at an unorthodox oil well location is hereby approved.

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MES/ms

cc:

New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

Files: NSL-4956 (SD)



## New Mexico Energy, Minerals and Natural Resources Department

### **Bill Richardson**

Governor

Joanna Prukop Cabinet Secretary Mark Fesmire Division Director Oil Conservation Division



Administrative Order DHC-4231

Order Date: 11/23/2009

Application Reference Number: pTGW0930356877

APACHE CORP 6120 S. YALE, SUITE 1500 TULSA, OK 74136

Attention: Sophie Mackay

HAWK B 1 Well No. 040 API No: 30-025-36533

Unit M, Section 9, Township 21 South, Range 37 East, NMPM

Lea County, New Mexico

Pool:

HARE; SAN ANDRES, EAST

Oil 96601

Names: PENROSE SKELLY; GRAYBURG

Oil 50350

Reference is made to your recent application for an exception to Rule 12.9A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 12.11A., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable and allocation of production from the well shall be as follows:

| HARE;SAN ANDRES, EAST Pool    | Pct Gas: 50   | Pct Oil: 50 |
|-------------------------------|---------------|-------------|
| PENROSE SKELLY; GRAYBURG Pool | , Pct Gas: 50 | Pct Oil: 50 |

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division - Hobbs

Bureau of Land Management - Carlsbad

## Hawk B-1 #51



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary

June 5, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-5387 (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pTDS0-611844351) dated April 28, 2006 and filed with the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on behalf of the operator Apache Corporation; and (ii) the Division's records in Santa Fe: all concerning their request for an unorthodox "infill" Grayburg oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SW/4 (Unit N) of Section 8, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico.

Your application for Apache Corporation has been duly filed under the provisions of Division Rules 104.F and 1210.A (2) [formerly Division Rule 1207.A (2), see Division Order No. R-12327-A, issued by the New Mexico Oil Conservation Commission in Case No. 13482 on September 15, 2005].

This 40-acre Grayburg unit is currently dedicated to Apache Corporation's Hawk "B-1" Well No. 16 (API No. 30-025-26601), located at a standard oil well location 660 feet from the South line and 1980 feet from the West line of Section 8.

It is the Division's understanding that the E/2 SW/4 and the SE/4 of Section 8 and the E/2 NW/4 and the S/2 of Section 9, both in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, comprises a single federal lease (*U. S. Government lease No. NM-90161*) with common mineral interests in which Apache Corporation is the leasehold operator; therefore, there are no adversely affected interests to the proposed 40-acre Grayburg oil spacing and proration unit.

It is further understood that such unorthodox Penrose Skelly (Grayburg) oil well location is necessitated for geologic and engineering reasons. Drainage from Grayburg wells within the immediate area is less than 40 acres, also this location is approximately equidistance to other offsetting Grayburg oil production; therefore, the proposed infill oil well location will enable Apache Corporation to further develop and deplete Grayburg reserves within the Hawk "B-1" federal lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be complete at an unorthodox "infill" oil well location within the SE/4 SW/4 (Unit N) of Section 8 is hereby approved:

Hawk "B-1" Well No. 51
1280' FSL & 2515 FEL. - Soud be

Further, both the existing Hawk "B-1" Well No. 16 and proposed Hawk "B-1" Well No. 51 are to be simultaneously dedicated to the subject 40-acre Penrose Skelly (Grayburg) unit.

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division - Hobbs U. S. Bureau of Land Management - Carlsbad



## Hawk B-1 #51 (Correction of Legal Description) NEW MEXICO ENERGY, MINERALS and

# EW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

June 9, 2006

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

CORRECTED
Administrative Order NSL-5387 (SD)

Dear Mr. Bruce:

Due to inadvertence, the description of Apache Corporation's unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SW/4 (Unit N) of Section 8, Township 21 South, Range 37 East, NMPM, Penrose Skelly (Grayburg) Pool (50350), Lea County, New Mexico, for its proposed Hawk "B-1" Well No. 51, approved by Division Administrative Order NSL-5387 (SD) issued on Division Administrative application reference No. pTDS0-611844351 and dated June 5, 2006, is incorrect and shall therefore be amended as follows:

"Hawk "B-1" Well No. 51 1280' FSL & 2515' FWL."

The corrections set forth in this order, which is hereby entered into the Division's administrative database as administrative application reference No. pMES0-616032070, shall be entered retroactively as of June 5, 2006; all other provisions of Division Administrative Order NSL-5387 (SD) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

File: NSL-5387 (SD)



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON** 

Governor
Joanna Prukop
Cabinet Secretary

June 5, 2006

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-4955-C (SD)

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pTDS0-611844159) filed on behalf of the operator, Apache Corporation ("Apache"), and submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on April 28, 2006; and (ii) the Division's records in Santa Fe, including the files on Division Administrative Orders NSL-4955 (SD), NSL-4955-A (SD), NSL-4955-B (SD) and in Division Case No. 13256, resulting in the issuance of Order No. R-12190 on August 12, 2004; all concerning Apache's request for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) Section 9, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, in both the Penrose Skelly (Grayburg) Pool (50350) and East Hare-San Andres Pool (96601).

Apache Corporation proposes to drill its Hawk "B-1" Well No. 52 at a location 100 feet from the South line and 330 feet from the East line (Unit P) of Section 9, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

Your application for Apache Corporation has been duly filed under the provisions of Division Rules 104.F and 1210.A (2) [formerly Division Rule 1207.A (2), see Division Order No. R-12327-A, issued by the New Mexico Oil Conservation Commission in Case No. 13482 on September 15, 2005].

The initial Grayburg oil well within this 40-acre oil spacing and proration unit is Apache's Hawk "B-1" Well No. 27 (API No. 30-025-35806) located at a standard oil well location 830 feet from the East line of Section 9.

Division Administrative Order NSL-4955 (SD), dated October 31, 2003, approved Apache's application for its Hawk "B-1" Well No. 36 (API No. 30-025-36530) to be drilled and completed as an infill Penrose Skelly (Grayburg) oil well location within this unit at an unorthodox location 1310 feet from the South and East lines of Section 9.

By Division Administrative Order NSL-4955-A (SD), dated March 26, 2004, Apache received approval for its Hawk "B-1" Well No. 35 (API No. 30-025-36662) to also be drilled and completed at an unorthodox Grayburg infill oil well location 160 feet from the South line and 1310 feet from the East line of Section 9. Division Administrative Order NSL-4955-A (SD) also contained provisions for the distribution of proceeds attributed to Penrose Skelly (Grayburg) oil production from the Hawk "B-1" Well No. 35 to be allocated in the following manner:

(a) 56.56% to be attributed to the subject Hawk "B-1" federal lease (*U. S. government lease No. NM-90161*) comprising the 958.25-acre area in Lea County, New Mexico comprising the SW/4 NE/4 and NW/4 SW/4 of Section 13, Township 20 South, Range 37 East, NMPM; Lot 1 of Section 30, Township 20 South, Range 38 East, NMPM; and Lots 3 and 6 of Section 4, the NE/4 SE/4 and S/2 SE/4 of Section 6; the E/2 SW/4 and SE/4 of Section 8; and the E/2 NW/4 and S/2 of Section 9, all in Township 21 South, Range 37 East, NMPM; and

(b) 43.44% to be attributed to Chevron U.S.A., Inc.'s ("Chevron") offsetting Harry Leonard NCT-E state lease (State lease No. B-1732-1) comprising the NE/4 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

By Division Administrative Order NSL-4955-B (SD), the East Hare-San Andres Pool (96601) was included within the provisions of these two administrative orders authorizing the Hawk "B-1" Wells No. 35 and 36 to be completed at unorthodox San Andres oil well locations within the SE/4 SE/4 (Unit P) of Section 9, being a standard 40-acre oil spacing and proration unit within the East Hare-San Andres Pool. Division Administrative Order NSL-4955-B (SD) also contained provisions for the distribution of proceeds attributed to East Hare-San Andres oil production from Apache's above-described Hawk "B-1" Well No. 35 to be allocated in the following manner:

- (a) 42.47% attributed to the above-described Apache operated Hawk "B-1" federal lease; and
- (b) 57.53% attributed Chevron's to above-described Harry Leonard NCT-E state lease.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox Penrose Skelly (Grayburg)/East Hare-San Andres infill oil well location for Apache's proposed Hawk "B-1" Well No. 52 is hereby approved. All of the aforementioned wells and both spacing units will be subject to all existing rules, regulations, policies, and procedures applicable to these two prorated oil pools and all provisions of said Division Administrative Orders NSL-4955 (SD), NSL-4955-A (SD), and NSL-4955-B (SD).

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MES/ms

cc: New Mexico Oil Conservation Division - Hobbs

New Mexico State Land Office -- Santa Fe

U. S. Bureau of Land Management - Roswell

Files: NSL-4955 (SD)

NSL-4955-A (SD)

NSL-4955-B (SD)



## Hawk B-1#52 (Correction of Legal Description)

# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504 June 22, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

CORRECTED
Administrative Order NSL-4955-C (SD)

Dear Mr. Bruce:

Due to inadvertence, the description of Apache Corporation's unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) of Section 9, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, in both the Penrose Skelly (Grayburg) (50350) and East Hare-San Andres (96601) Pool, for the proposed Hawk "B-1" Well No. 52, approved by Division Administrative Order NSL-4955-C (SD) issued on Division Administrative application reference No. pTDS0-611844159 and dated June 5, 2006, is incorrect and shall therefore be amended as follows:

"Hawk "B-1" Well No. 52 1150' FNL & 330' FEL."

The corrections set forth in this order, which is hereby entered into the Division's administrative database as administrative application reference No. pMES0-617331529, shall be entered retroactively as of June 5, 2006; all other provisions of Division Administrative Order NSL-4955-C (SD) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely.

Mark E. Fesmire, P. E.

Director

MEF/ms

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New Mexico Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe

U. S. Bureau of Land Management - Roswell

File: NSL-4955 (SD)

NSL-4955-A (SD) - pMESD-408553292

NSL-4955-B (SD)

NSL-4955-C (SD)



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON** 

June 30, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Governor

Joanna Prukop

Cabinet Secretary

Apache Corporation c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

2<sup>nd</sup> CORRECTED
Administrative Order NSL-4955-C (SD)

Dear Mr. Bruce:

Due to inadvertence times two, the original description of Apache Corporation's unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) of Section 9, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, in both the Penrose Skelly (Grayburg) (50350) and East Hare-San Andres (96601) Pool, for the proposed Hawk "B-1" Well No. 52, approved by Division Administrative Order NSL-4955-C (SD) issued in Division Administrative application reference No. pTDS0-611844159 and dated June 5, 2006, is incorrect; as well as the description of the corrected order issued by the Division on June 22, 2006 in Division Administrative application reference No. pMES0-617331529. The original Division Administrative Order NSL-4955-C (SD) dated June 5, 2006 shall therefore be amended to show the location for Apache Corporation's Hawk "B-1" Well No. 52 as follows:

"Hawk "B-1" Well No. 52 1150' FSL & 330' FEL."

The corrections set forth in this order, which is hereby entered into the Division's administrative database as administrative application reference No. pMESO-618147836, shall be entered retroactively as of June 5, 2006; all other provisions of Division Administrative Order NSL-4955-C (SD) shall remain in full force and effect until further notice.

Further, the Division's Corrected Order for Administrative Order NSL-4955-C (SD) dated June 22, 2006 is hereby rescinded.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

New Mexico Oil Conservation Division – Hobbs

New Mexico State Land Office - Santa Fe

U. S. Bureau of Land Management - Roswell

File: NSL-4955 (SD)

NSL-4955-A (SD)

NSL-4955-B (SD)

NSL-4955-C (SD)

CORRECTED Administrative Order NSL-4955-C (SD)